

## ER DOUG LITTLE'S REVISED AMENDMENT NO. 1

DATE PREPARED: August 27, 2015

COMPANY:

**EPCOR Water Company** 

RECEIVED

DOCKET NO(S).:

WS-01303A-14-0010

2015 AUG 27 P 12: 02

**OPEN MEETING DATE:** 

August 27, 2015

AGENDA ITEM NO.: 1 COMMISSIC

DELETE

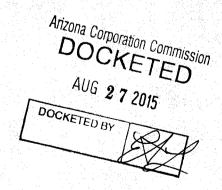
Page 71 Line 23 to Page 72 Line 4.

ORIGINAL

## REPLACE with:

The Commission has concerns with respect to the accuracy of the Company's accounting and whether the Company's internal controls are in place and effective. Accurate accounting records set the foundation for the Commission to fulfill its fundamental oversight responsibilities. The Commission Staff, and RUCO identified numerous errors throughout this rate case filing that required additional time and additional resources to analyze and resolve. Accordingly, we find it appropriate to adopt RUCO's recommendations and require the Company to file an action plan to correct the lack of internal controls over plant schedules and records, within 90 days of a decision in this docket. In addition, EPCOR shall engage an external accounting firm to perform an independent review of the Company's plant records to determine the accuracy and correctness of plant balances and to further determine if the internal controls are sufficient, in place and working. A report detailing the results of this external review shall be filed in this docket on or before May 27, 2016. Finally, the Company shall also be required to have an independent depreciation study performed and file it as part of its application in the Company's next rate case. The costs associated with preparing the action plan, retaining the external accounting firm and the independent depreciation study shall not be passed on to rate payers in a future rate case.

Make all conforming and numbering changes.



Passed	THIS AMENDMENT: Passed as amended by						
Failed	Not Offered	Withdrawn					